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**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH  
Tioga, Louisiana**

**ANNUAL  
FINANCIAL  
REPORT**

**For the Year Ended December 31, 2005**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 8-9-06

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH**  
**Tioga, Louisiana**

**ANNUAL FINANCIAL REPORT**  
**For the Year Ended December 31, 2005**

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**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH**  
**Tioga, Louisiana**

**ANNUAL FINANCIAL REPORT**  
**For the Year Ended December 31, 2005**

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**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH**  
Tioga, La.

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**For the Year Ended December 31, 2005**

Our discussion and analysis of the Ward 10 Recreation District of Rapides Parish's financial performance provides an overview of the financial activities as of and for the fiscal year ended December 31, 2005. Please read in conjunction with the basic financial statements and the accompanying notes to financial statements.

The Management's Discussion and Analysis is an element of the new reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34 issued in June 1999.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities (Government-Wide Financial Statements) provide information about the activities as a whole and present a longer-term view of the Ward 10 Recreation District's finances. The Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balance-Governmental Fund (Fund Financial Statements) tell how services were financed in the short term as well as what remains for future spending. Fund financial statements also report the operations in more detail than the government-wide financial statements by providing information about the most significant funds.

Our auditor has provided assurance in his independent auditor's report that the basic financial statements are fairly stated. The auditor, regarding the Required Supplemental Information and the Supplemental Information is providing varying degrees of assurance. A user of this report should read the independent auditor's report carefully to ascertain the level of assurance being provided for each of the other parts in the Annual Report.

**Government-Wide Financial Statements**

One of the most important questions asked about finances is "Is the Rapides Parish Ward 10 Recreation District as a whole better off or worse off as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities report information of the Ward 10 Recreation District as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the net assets and changes in them. You can think of net assets—the difference between assets and liabilities—as one way to measure the financial health, or financial position. Over time, increases or decreases in net assets are one indicator of whether its financial health is improving or deteriorating. You will need to consider other nonfinancial factors, however, to assess the overall health of the Rapides Parish Ward 10 Recreation District.

**Fund Financial Statements**

The fund financial statements provide detailed information about the most significant funds—not the Ward 10 Recreation District as a whole. Some funds are required to be established by State laws.

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH**  
Tioga, La.

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**For the Year Ended December 31, 2005**  
(continued)

The Ward 10 Recreation District uses only the governmental type of fund with the following accounting approach. Most of the basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash.

The governmental fund statements provide a detailed short-term view of the general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Ward 10 Recreation District's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds in the reconciliation statement.

**FINANCIAL HIGHLIGHTS**

Our financial statements provide these insights into the results of this year's operations:

- As a result of this year's operations assets exceeded liabilities by \$1,790,498 (net assets).
- Total net assets are comprised of the following
  - (1) Investment in capital assets of \$1,090,786 including the cost of office equipment, and furniture, net of accumulated depreciation.
  - (2) Unrestricted net assets of \$657,702 representing the portion available to maintain the continuing obligations to citizens and creditors.
  - (3) Restricted net assets of \$4,728 and \$37,282 represent the cash in the bond sinking fund and the sewerage capital fund.
- The governmental funds reported total ending fund balance of \$706,055. Of this amount \$4,728 was reserved for debt service and \$37,282 was reserved for a capital sewerage project and the rest, \$664,045 was unreserved. This compares to the prior year ending fund balance – of \$310,663, showing an increase of \$395,392 during the current year.
- Total spending for all general government activities was \$241,674 for the year, which was \$(214,476) less than the program revenues for these activities – \$27,198.
- The interest earned on checking accounts and investments in certificates of deposits was \$13,501 for the year. This reflects an increase of \$12,628 or 1,546% from last year.

The Statement of Net Assets and the Statement of Activities reports only one type of activity-governmental activities. All of the basic governmental services are reported as this type. Property taxes finance most of these activities.

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH**  
Tioga, La.

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**For the Year Ended December 31, 2005**  
(continued)

**FINANCIAL ANALYSIS AS A WHOLE**

The Ward 10 Recreation District's net assets increased by \$280,645 as a result of this year's operations. The overall financial position improved during the fiscal year ending December 31, 2005. Unrestricted net assets—the part of net assets that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements—absorbed most of the increase this year. The balance in net assets represents the accumulated results of all past years' operations. It means that if we had to pay off all of our bills today, including all of our non-capital liabilities, we would have \$657,702 left.

The Ward 10 Recreation District's total revenues for the year in governmental activities were \$522,319 (\$27,198 in charges for services and \$495,121 in general revenues). The total cost of all government programs and services was \$241,674 with no new programs added this year. The following tables reflect the condensed statements of net assets and statement of activities.

**Table 1**  
**Comparative Statement of Net Assets**  
**June 30, 2004**  
**with comparative totals for June 30, 2005**  
**in (thousands)**

|                          | <u>Governmental<br/>activities</u> |                     |
|--------------------------|------------------------------------|---------------------|
|                          | <u>2004</u>                        | <u>2005</u>         |
| Current and other assets | 287                                | 707                 |
| Capital Assets           | 1,321                              | 1,601               |
| Other noncurrent assets  | <u>25</u>                          | <u>6</u>            |
| <b>Total Assets</b>      | <b><u>1,633</u></b>                | <b><u>2,314</u></b> |
| <br>Total Liabilities    | <br>123                            | <br>523             |
| <br>Net Assets:          |                                    |                     |
| Capital Assets           | 1,321                              | 1,091               |
| Unrestricted             | 164                                | 658                 |
| Restricted               | <u>25</u>                          | <u>41</u>           |
| <b>Total Net Assets</b>  | <b><u>1,510</u></b>                | <b><u>1,790</u></b> |

**Table II**  
**Comparative Statement of Activities**  
**June 30, 2004**  
**with comparative totals for June 30, 2005**  
**in (thousands)**

|                         | <u>Governmental<br/>activities</u> |                   |
|-------------------------|------------------------------------|-------------------|
|                         | <u>2004</u>                        | <u>2005</u>       |
| <b>Expenses:</b>        |                                    |                   |
| Current Gen.Gov.        | <u>205</u>                         | <u>242</u>        |
| <b>Program Revenue:</b> |                                    |                   |
| Recreation              | 9                                  | 27                |
| <b>General Revenues</b> | <b><u>283</u></b>                  | <b><u>495</u></b> |
| <b>Total Revenues</b>   | <b><u>292</u></b>                  | <b><u>522</u></b> |
| Changes in Net Assets   | 87                                 | 280               |
| Net Assets Bg year      | <u>1,423</u>                       | <u>1,510</u>      |
| <br>Net Assets end year | <br><u>1,510</u>                   | <br><u>1,790</u>  |

**FINANCIAL ANALYSIS OF INDIVIDUAL FUNDS**

As we noted earlier, the Ward 10 Recreation District uses funds to help it control and manage money for particular purposes. Looking at funds helps you consider whether the Ward 10 Recreation District is being accountable for the resources provided to but may also give more insight into the overall financial health.

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH**  
Tioga, La.

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**For the Year Ended December 31, 2005**  
(continued)

As the Ward 10 Recreation District completed the year, its governmental funds reported a combined fund balance of \$706,055. This reflects an increase of \$395,392 from last year. This increase is primarily the result of the events and programs described within the analysis of the governmental activities.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

The original budget for the General Fund expenses was revised by approximately \$40,908 this fiscal year. The excess spending that was not adjusted in the budget are as follows:

- (1) Utilities was under budgeted by \$2,710.
- (2) Repairs were under budgeted \$3,990.
- (3) Office supplies were under budgeted by \$1,655.

**CAPITAL ASSETS**

Capital assets, net of accumulated depreciation, for governmental activities as of December 31, 2005 was \$1,090,786.

This year there was \$317,946 of additions to capital assets.

The Ward 10 Recreation District adopted a capitalization policy during the year whereby only furniture and equipment over \$50 would be capitalized. More detailed information about the capital assets is presented in Note 6 to the financial statements.

**DEBT**

At year-end, the Rapides Parish Ward 10 Recreation District had Cert. of Indebtedness debt outstanding of \$510,000.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

The District has discretion in setting fees and costs for services provided. The costs have been largely stable for the past several years, but are expected to increase for 2006 capital outlay.

Taking all factors into consideration, the District's general fund balance is expected to decrease by the close of 2006.

**CONTACTING FINANCIAL MANAGEMENT**

This financial report is designed to provide a general overview of the Ward 10 Recreation District's finances and to show the their accountability for the money it receives. If you have questions about this report or need additional financial information, contact Mrs. Renee Melder, Ward 10 Recreation District, P.O. Drawer 1070 Alexandria, LA 71301 at phone number (318) 641-6888.

MEMBER  
AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS



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SOCIETY OF LOUISIANA  
CERTIFIED PUBLIC ACCOUNTANTS

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# DAUZAT, BEALL & DEBEVEC, CPAs

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A PROFESSIONAL CORPORATION

## INDEPENDENT AUDITORS' REPORT

The Board Of Directors  
Ward 10 Recreation District of Rapides Parish

We have audited the accompanying financial statements of the governmental activities and each major fund of the Ward 10 Recreation District of Rapides Parish, a component unit of the Rapides Parish Police Jury as of and for the year ended December 31, 2005, which collectively comprise the District's financial statements as listed in the foregoing table of contents. These basic financial statements are the responsibility of the Ward 10 Recreation District of Rapides Parish. Our responsibility is to express an opinion on these basic financial statements based on our audit.

Except as discussed in the following paragraph, we conducted our audit in accordance with United States generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

Because some of the invoices for the general (maintenance) fund were lost and could not be verified through other means, we were unable to form an opinion regarding the amounts and classification of some expenditures recorded in the statement of revenue, expenditures, and changes in fund balance - general (maintenance) governmental fund. Accounting principles generally accepted in the United States of America require that expenditures be classified according to the activity or function, which would decrease the assets and fund balance in the general (maintenance) fund. The amount by which this departure would affect the assets, fund balance and expenditures of the general (maintenance) fund is not reasonably determinable.



In our opinion, except for the effects of not having adequate records to verify all expenditures of the general (maintenance) fund as described in the preceding paragraph, the financial statements referred to above present fairly in all material respects, the respective financial position of the general (maintenance) fund of the Ward 10 Recreation District of Rapides Parish, as of December 31, 2005, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In addition, in our opinion the financial statements referred to above present fairly in all material respects, the respective financial position of the governmental activities, the capital projects fund and the debt service fund of the Ward 10 Recreation District of Rapides Parish, as of December 31, 2005, and the respective changes in financial position for the year then ended in conformity with accepted accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated July 27, 2006 on our consideration of the Ward 10 Recreation District of Rapides Parish's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. The report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The Management and Discussion and the Required Supplementary Information as listed in the foregoing table of contents, are not a required part of the basic financial statements, but are supplementary information required by the Governmental Accounting Standards Board. This Required Supplementary Information is the responsibility of the management of the Ward 10 Recreation District of Rapides Parish. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the Management and Discussion and the Required Supplementary Information. However, we did not audit the information and express no opinion on it.

Our audit was made for the purpose of forming an opinion on the financial statements that collectively comprise the District's basic financial statements as a whole. The Other Supplementary Information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



Dausat, Beall & Debevec, CPA's, APC  
Alexandria, Louisiana  
July 27, 2006

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH**

Tioga, Louisiana

**Statement of Net Assets  
December 31, 2005**

**GOVERNMENTAL  
ACTIVITIES**

**ASSETS**

**Current Assets:**

|                             |                |
|-----------------------------|----------------|
| Cash and Cash Equivalents   | \$ 375,289     |
| Accounts Receivable         | 330,944        |
| Deposits                    | <u>285</u>     |
| <b>Total Current Assets</b> | <b>706,518</b> |

**Noncurrent Assets:**

|  |                         |
|--|-------------------------|
| Cash and Cash Equivalents-restricted                     | 6,380                   |
| Land   | 374,220                 |
| Other Capital Assets,<br>Net of Accumulated Depreciation | <u>1,226,566</u>        |
| <b>Total Noncurrent Assets</b>                           | <b><u>1,607,166</u></b> |

**Total Assets** \$ 2,313,684

**LIABILITIES AND NET ASSETS**

**Current Liabilities:**

|                                       |                       |
|---------------------------------------|-----------------------|
| Accrued Expenses                      | \$ 6,843              |
| Interest Payable                      | 6,343                 |
| Cert. of Indebtedness Current Portion | <u>95,000</u>         |
| <b>Total Current Liabilities</b>      | <b><u>108,186</u></b> |

**Long Term Liabilities:**

|   |                       |
|---|-----------------------|
| Cert. of Indebtedness Long Term Portion | <u>415,000</u>        |
| <b>Total Long Term Liabilities</b>      | <b><u>415,000</u></b> |

**Total Liabilities** 523,186

**Net Assets:**

|                              |                         |
|------------------------------|-------------------------|
| Investment in Capital Assets | 1,090,786               |
| Unrestricted                 | 657,702                 |
| Restricted for Debt Service  | 4,728                   |
| Restricted for Sewer Project | <u>37,282</u>           |
| <b>Total Net Assets</b>      | <b><u>1,790,498</u></b> |

**Total Liabilities and Net Assets** \$ 2,313,684

The accompanying notes are an integral part of this statement.

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH**

Tioga, Louisiana

**STATEMENT OF ACTIVITIES**  
**For the Year Ended December 31, 2005**

**EXPENSES**

**GENERAL GOVERNMENT:**

|                               |                       |
|-------------------------------|-----------------------|
| Salaries and Wages            | \$ 35,417             |
| Per diem paid commissioners   | 460                   |
| Auto and Truck                | 322                   |
| Insurance                     | 17,118                |
| Utilities                     | 35,587                |
| Professional Services         | 28,761                |
| Maintenance & operation of:   |                       |
| Machinery & Equipment         | 9,209                 |
| Recreational Facilities       | 39,217                |
| Office supplies               | 3,972                 |
| Payroll taxes                 | 8,095                 |
| Advertising                   | 728                   |
| Miscellaneous                 | 195                   |
| Engineering fees              | 9,039                 |
| Interest on Bonds             | 15,056                |
| Depreciation                  | <u>38,498</u>         |
| <b>Total program expenses</b> | <b><u>241,674</u></b> |

**PROGRAM REVENUES**

|                               |                      |
|-------------------------------|----------------------|
| Contributions                 | 513                  |
| Field use fees                | 8,086                |
| Miscellaneous                 | <u>18,599</u>        |
| <b>Total program revenues</b> | <b><u>27,198</u></b> |
| <b>Net program revenue</b>    | <b>(214,476)</b>     |

**GENERAL REVENUES**

|                              |                       |
|------------------------------|-----------------------|
| Ad Valorem Taxes             | 322,857               |
| State Revenue Sharing        | 11,868                |
| Interest earned              | 13,501                |
| State Grant                  | <u>146,895</u>        |
| <b>Total General Revenue</b> | <b><u>495,121</u></b> |

Change in Net Assets 280,645

**NET ASSETS BEGINNING OF YEAR** 1,509,853

**NET ASSETS END OF YEAR** \$ 1,790,498

The accompanying notes are an integral part of this financial statement.

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH**  
**Tioga, Louisiana**

**COMBINED BALANCE SHEET - GOVERNMENTAL FUNDS**  
**December 31, 2005**

|  | <u>General<br/>(Maintenance)<br/>Fund</u> | <u>Debt<br/>Service<br/>Fund</u> | <u>Capital<br/>Project<br/>Fund</u> | <u>Total<br/>Governmental<br/>Funds</u> |
|--|---|----------------------------------|-------------------------------------|---|
| <b>ASSETS</b>                            |   |                                  |                                     |   |
| Cash in bank                             | \$ 103,334                                | \$ 4,728                         | \$ 273,607                          | \$ 381,669                              |
| Revenue receivable:                      |   |                                  |                                     |   |
| Ad valorem tax                           | 287,389                                   |                                  |                                     | 287,389                                 |
| State revenue sharing                    | 7,924                                     |                                  |                                     | 7,924                                   |
| State grant                              |   |                                  | 35,631                              | 35,631                                  |
| Deposits                                 | 285                                       |                                  |                                     | 285                                     |
| Due from other funds                     |   |                                  | 6,238                               | 6,238                                   |
|  | <hr/>                                     | <hr/>                            | <hr/>                               | <hr/>                                   |
| <b>Total assets</b>                      | <b><u>\$ 398,932</u></b>                  | <b><u>\$ 4,728</u></b>           | <b><u>\$ 315,476</u></b>            | <b><u>\$ 719,136</u></b>                |
| <br><b>LIABILITIES AND FUND BALANCES</b> |   |                                  |                                     |   |
| <b>Liabilities:</b>                      |   |                                  |                                     |   |
| Accounts salaries and other payables     | \$ 6,843                                  | \$ -0-                           | \$ -0-                              | \$ 6,843                                |
| Due to other funds                       | 6,238                                     |                                  |                                     | 6,238                                   |
|  | <hr/>                                     | <hr/>                            | <hr/>                               | <hr/>                                   |
| <b>Total liabilities</b>                 | <b><u>13,081</u></b>                      |                                  |                                     | <b><u>13,081</u></b>                    |
| <br><b>Fund Balances:</b>                |   |                                  |                                     |   |
| Fund balances -                          |   |                                  |                                     |   |
| Reserved for sewer project               |   |                                  | 37,282                              | 37,282                                  |
| Reserved for debt service                |   | 4,728                            |                                     | 4,728                                   |
| Unreserved - undesignated                | 385,851                                   |                                  | 278,194                             | 664,045                                 |
| Total fund Balance                       | <u>385,851</u>                            | <u>4,728</u>                     | <u>315,476</u>                      | <u>706,055</u>                          |
|  | <hr/>                                     | <hr/>                            | <hr/>                               | <hr/>                                   |
| <b>Total liability and fund Balance</b>  | <b><u>\$ 398,932</u></b>                  | <b><u>\$ 4,728</u></b>           | <b><u>\$ 315,476</u></b>            | <b><u>\$ 719,136</u></b>                |

The accompanying notes are an integral part of these financial statements.

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH**  
Tioga, Louisiana

**RECONCILIATION OF THE BALANCE SHEET-GOVERNMENTAL FUND  
TO THE STATEMENT OF NET ASSETS  
December 31, 2005**

Total fund balance-governmental fund (fund financial statement) \$ 706,055

Amounts reported for governmental activities in the statement of net assets  
(government-wide financial statements) are different because:

Capital assets used in governmental activities are not  
financial resources and therefore are not reported in  
governmental funds.

|                          |                  |           |
|--------------------------|------------------|-----------|
| Cost of assets           | 2,219,210        |           |
| Accumulated depreciation | <u>(618,424)</u> | 1,600,786 |

Long-term liabilities are not due and payable in the  
current period and therefore are not reported in the  
governmental funds.

|                          |                  |           |
|--------------------------|------------------|-----------|
| Accrued Interest payable | (6,343)          |           |
| Cert. of Indebtedness    | <u>(510,000)</u> | (516,343) |

|   |  |                     |
|---|--|---------------------|
| Total net assets of governmental activities<br>(government-wide financial statements) |  | <u>\$ 1,790,498</u> |
|---|--|---------------------|

The accompanying notes are an integral part of this reconciliation.

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH**

**COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUNDS  
Year ended December 31, 2005**

|  | <u>General<br/>(Maintenance)<br/>Fund</u> | <u>Debt<br/>Service<br/>Fund</u> | <u>Capital<br/>Project<br/>Fund</u> | <u>Total<br/>Governmental<br/>Funds</u> |
|--|---|----------------------------------|-------------------------------------|---|
| <b>Revenues:</b>   |   |                                  |                                     |   |
| Ad valorem tax   | \$ 322,857                                |                                  |                                     | \$ 322,857                              |
| State revenue sharing  | 11,868                                    |                                  |                                     | 11,868                                  |
| Interest   | 3,067                                     | \$ 11                            | \$ 10,423                           | 13,501                                  |
| Contributions  | 513                                       |                                  |                                     | 513                                     |
| Field use fees   | 8,086                                     |                                  |                                     | 8,086                                   |
| Miscellaneous  | 18,599                                    |                                  |                                     | 18,599                                  |
| State grant  |   |                                  | <u>146,895</u>                      | <u>146,895</u>                          |
| <b>Total revenues</b>  | <u>364,990</u>                            | <u>11</u>                        | <u>157,318</u>                      | <u>522,319</u>                          |
| <b>Expenditures:</b>   |   |                                  |                                     |   |
| <b>Current:</b>  |   |                                  |                                     |   |
| Salaries & wages   | 35,417                                    |                                  |                                     | 35,417                                  |
| Per diem paid commissioners  | 460                                       |                                  |                                     | 460                                     |
| Auto & truck expense   | 322                                       |                                  |                                     | 322                                     |
| Insurance  | 17,118                                    |                                  |                                     | 17,118                                  |
| Utilities  | 35,587                                    |                                  |                                     | 35,587                                  |
| Professional services  | 28,761                                    |                                  |                                     | 28,761                                  |
| Maintenance & operation of:  |   |                                  |                                     |   |
| Machinery & equipment  | 9,209                                     |                                  |                                     | 9,209                                   |
| Recreational facilities  | 39,217                                    |                                  |                                     | 39,217                                  |
| Office supplies & expense  | 3,972                                     |                                  |                                     | 3,972                                   |
| Payroll taxes  | 8,095                                     |                                  |                                     | 8,095                                   |
| Advertising  | 728                                       |                                  |                                     | 728                                     |
| Miscellaneous  | 195                                       |                                  |                                     | 195                                     |
| Tax assessor fee   | 9,039                                     |                                  |                                     | 9,039                                   |
| Capital outlay   | 3,810                                     |                                  | 314,136                             | 317,946                                 |
| <b>Debt service</b>  |   |                                  |                                     |   |
| Principal  |   | 60,000                           |                                     | 60,000                                  |
| Interest and fiscal charges  |   | <u>10,861</u>                    |                                     | <u>10,861</u>                           |
| <b>Total expenditures</b>  | <u>191,930</u>                            | <u>70,861</u>                    | <u>314,136</u>                      | <u>576,927</u>                          |
| <b>Excess (deficiency) of revenues<br/>over (under) expenditures</b>   | 173,060                                   | (70,850)                         | (156,818)                           | (54,608)                                |
| <b>Other financing sources (uses):</b>   |   |                                  |                                     |   |
| Operating transfers in   |   | 71,831                           | 1,294                               | 73,125                                  |
| Operating transfers out  | (73,125)                                  |                                  |                                     | (73,125)                                |
| Proceeds from  |   |                                  |                                     |   |
| Sale of cert. of indebtedness  |   |                                  | <u>450,000</u>                      | <u>450,000</u>                          |
| <b>Total other financing sources (uses)</b>  | <u>(73,125)</u>                           | <u>71,831</u>                    | <u>451,294</u>                      | <u>450,000</u>                          |
| <b>Excess of revenues and other financing<br/>sources over (under) expenditures<br/>and other financing uses</b> | 99,935                                    | 981                              | 294,476                             | 395,392                                 |
| <b>Fund balance, beginning</b>   | <u>285,916</u>                            | <u>3,747</u>                     | <u>21,000</u>                       | <u>310,663</u>                          |
| <b>Fund balance, ending</b>  | <u>\$ 385,851</u>                         | <u>\$ 4,728</u>                  | <u>\$ 315,476</u>                   | <u>\$ 706,055</u>                       |

The accompanying notes are an integral part of these financial statements.

# WARD 10 RECREATION DISTRICT OF RAPIDES PARISH

Tioga, Louisiana

## RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES For the Year Ended December 31, 2005

|   |  |            |
|---|--|------------|
| Net change in fund balances-total governmental funds<br>(fund financial statements) |  | \$ 395,392 |
|---|--|------------|

Amounts reported for governmental activities in the statement of activities  
(government-wide financial statements) are different because:

Governmental funds report capital outlays as expenditures in the individual fund. Government activities report depreciation expense to allocate the cost of those capital assets over the estimated useful

|                      |                 |         |
|----------------------|-----------------|---------|
| Capital Outlay       | 317,946         |         |
| Depreciation expense | <u>(38,498)</u> |         |
|                      |                 | 279,448 |

Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. In the current year, these amounts consist of:

|  |                  |           |
|--|------------------|-----------|
| Cert. of indebtedness principal payments | 60,000           |           |
| Increase in cert. of indebtedness        | <u>(450,000)</u> |           |
|  |                  | (390,000) |

Some of the expenses reported in the statement of activities do not required the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

|  |                |                |
|--|----------------|----------------|
| Change in accrued interest expense<br>On Cert. of Indebtedness | <u>(4,195)</u> |                |
|  |                | <u>(4,195)</u> |

|   |                   |
|---|-------------------|
| Change in net assets of governmental activities<br>(government-wide financial statements) | \$ <u>280,645</u> |
|---|-------------------|

The accompanying notes are an integral part of this reconciliation.

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH  
TIOGA, LOUISIANA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2005**

**INTRODUCTION**

Ward 10 Recreation District of Rapides Parish was created by the Rapides Parish Police Jury on December 12, 1972. The District is a political subdivision governed by the laws of the State of Louisiana and is a component unit of Rapides Parish.

The accounting and reporting policies of the District conform to the generally accepted accounting principles (GAAP) as applicable to governmental units except as noted elsewhere in this report. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statute 24:517 and to the guides set forth in the Louisiana Municipal Audit and Accounting Guide, and to the industry audit guide, Audits of State and Local Governmental Units

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Basis of Presentation**

The accompanying financial statements of the Rapides Parish Ward 10 Recreation District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The accompanying basic financial statements have been prepared in conformity with GASB Statement 34, *Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments*, issued in June 1999.

**B. Reporting Entity**

As the governing authority of the parish, for reporting purposes, the Rapides Parish Police Jury is the financial reporting entity for Rapides Parish. The financial reporting entity consists of (a) the primary government (police jury), (b) organizations for which the primary government is financially accountable, and (c) other organizations for which nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.



**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH  
TIOGA, LOUISIANA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2005  
(CONTINUED)**

**B. REPORTING ENTITY (contd.)**

GASB Statement No. 14 established criteria for determining which component units should be considered part of the Rapides Parish Police Jury for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criteria includes:

1. Appointing a voting majority of an organization's governing body, and
  - a. The ability of the police jury to impose its will on that organization and / or
  - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the police jury.
2. Organizations for which the police jury does not appoint a voting majority but are fiscally dependent on the police jury.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Because the police jury could be provided with specific financial benefit or could be responsible for specific financial burdens the Ward 10 Recreation District was determined to be a component unit of the Rapides Parish police Jury, the financial reporting entity. The accompanying financial statements present information only on the funds maintained by the Ward 10 Recreation District and do not present information on the police jury, the general government services provided by that governmental unit, or the other governmental units that comprise the financial reporting entity.

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH  
TIOGA, LOUISIANA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2005  
(CONTINUED)**

**C. Fund Accounting**

The Ward 10 Recreation District uses the funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

**Governmental Funds**

Governmental funds account for all or most of the District's activities. These funds focus on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may be used. Current liabilities are assigned to the fund from which they will be paid. The difference between a governmental fund's assets and liabilities is reported as fund balance. In general, fund balance represents the accumulated expendable resources that may be used to finance future period programs or operations of the Ward 10 Recreation District. The following are the Ward 10's governmental funds:

**General Fund**

The General Fund is the general operating fund of the district. It is used to account for all financial resources except those that are required to be accounted in another fund.

**Debt Service Fund**

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of general long-term obligation principal, interest and related costs

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH  
TIOGA, LOUISIANA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2005  
(CONTINUED)**

**D. Measurement Focus/Basis of Accounting**

**Fund Financial Statements(FFS)**

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balance reports on the sources and uses of current financial resources. The modified accrual basis of accounting is used by the fund financial statements (FFS). Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The governmental funds use the following practices in recording revenues and expenditures:

**Revenues**

Ad valorem taxes, rents and user fees are recorded when earned

Interest earnings on time deposits are recorded when the time deposits have matured and the interest is available.

Substantially all other revenues are recorded when received.

**Expenditures**

Purchases of various operating supplies are recorded as expenditures in the accounting period they are purchased. Compensated absences are recognized as expenditures when leave is actually taken or the employees (or heirs) are paid for accrued leave upon retirement or death.

Salaries are recorded as expenditures when earned.

Principal and interest on general long-term debt are recognized when due.

Substantially all other expenditures are recognized when the related fund liability has been incurred.

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH  
TIOGA, LOUISIANA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2005  
(CONTINUED)**

**D. Measurement Focus/Basis of Accounting (contd.)**

**Other Financing Sources (Uses)**

Transfers between funds that are not expected to be repaid, sales of assets and capitalized leases are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

**Government – Wide Financial Statements (GWFS)**

The Statement of Net Assets and the Statement of Activities display information about the Ward 10 as a whole. These statements include all the financial activities of the Ward 10. Information contained in these statements reflect the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange or exchange like transactions are recognized when the exchange occurs (regardless of when cash is received or disbursed). Revenues, expenses, gains, losses, assets and liabilities resulting from non-exchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Non-exchange Transactions*.

**Program Revenues**

Program revenues included in the Statement of Activities are derived directly from users as a fee for services; program revenues reduce the cost of the function to be financed from general revenues.

**E. Budgetary Practice**

Operating budgets of proposed expenditures and revenues were adopted for the general (maintenance) fund. Budgeted amounts are as originally adopted, or as amended by the Board of Commissioners. All budgets are adopted consistent with generally accepted accounting principles (GAAP).

The Ward 10 Recreation District follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Formal budgetary integration is employed as a management control device for the Ward 10's General fund. The budget is adopted on a modified accrual basis of accounting.

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH  
TIOGA, LOUISIANA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2005  
(CONTINUED)**

**E. Budgetary Practice (contd.)**

2. The Ward 10 Recreation District approves all budget line items.
3. Unused appropriations for all annual budgetary funds lapse at the end of the year.
4. The budget amounts shown in the financial statement are initial and final authorized amounts as revised during the year.

**F. Cash and Cash Equivalents**

Cash and cash equivalents include amounts in all demand deposits, interest bearing demand deposits and time deposits with original maturities of three months or less from the date of acquisition.

**G. Investments**

If the cash deposits have original maturities greater than 90 days, they are classified as investments. Investments are stated at cost or amortized cost.

**H. Capital Assets**

Capital assets are capitalized at historical cost or estimated cost if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The District maintains a threshold level of \$50 or more for capitalizing capital assets.

Capital assets are recorded in the Statement of Net Assets and Statement of Activities. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public purposes, no salvage value is taken into consideration for depreciation purposes. All capital assets, other than land,, are depreciated using the straight-line method over th following useful lives:

| <u>Description</u>    | <u>Estimated<br/>Lives</u> |
|-----------------------|----------------------------|
| Furniture & Equipment | 5-25 years                 |
| Property Improvements | 10-50 years                |

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH  
TIOGA, LOUISIANA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2005  
(CONTINUED)**

**I.   Compensated Absences**

Employees of the District earn two weeks of vacation time per year and are required to take it the following year. No vacation time may be carried forward to the succeeding year.

Sick pay benefits are non-vesting accumulating benefits. These amounts have not been estimated in these financial statements.

**J.   Restricted Net Assets**

For government-wide Statement of Net Assets, net assets are reported as restricted when constraints placed on net asset use are either:

1.       externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments; and
2.       imposed by law through constitutional provisions or enabling legislation.

**K.   Fund Equity**

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Any designations of fund balance represent tentative management plans that are subject to change.

**L.   Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH  
TIOGA, LOUISIANA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2005  
(CONTINUED)**

**M. Long Term Debt**

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net assets. In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses .

**2. CASH**

At DECEMBER 31, 2005, the Ward 10 Recreation District has cash and cash equivalents (book balances) totaling \$381,669, as follows:

|                                  |                   |
|----------------------------------|-------------------|
| Demand Deposits Including        |                   |
| Interest bearing demand deposits | 381,669           |
| Time Deposits                    | <u>-0-</u>        |
| Total                            | <u>\$ 381,669</u> |

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by the federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

At DECEMBER 31, 2005, the District has \$391,347 in deposits (collected bank balances). These deposits are secured from risk by \$200,00 of federal deposit insurance and \$191,347 in pledged assets.

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement 3, R.S. 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the Ward 10 Recreation District that the fiscal agent has failed to pay deposited funds upon demand. (This disclosure should acknowledge any violations of state law relating to adequate pledged securities.)

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH  
TIOGA, LOUISIANA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2005  
(CONTINUED)**

**3. AD VALOREM TAXES**

On April 29, 1995, an election was held to authorize a five (5.02) mills ad valorem tax on each dollar of assessed valuation, on all property subject to such taxation within Rapides Parish for ten years, beginning with the year 1996 for the purpose of constructing, maintaining and operating recreation facilities for the benefit of the Ward 10 area of Rapides Parish.

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied in September or October and are actually billed to the taxpayers in November. Billed taxes become delinquent on January 1 of the following year.

For the year ended December 31, 2005, taxes were levied on property in Rapides Parish and were dedicated to Ward 10 Recreation District of Rapides Parish as follows:

|            | <u>Taxes Levied<br/>At 12/31/05</u> | <u>Received Prior<br/>To 12/31/05</u> | Less:<br><u>Allowance for<br/>Uncollectables</u> | <u>Taxes Receivable<br/>At 12/31/05</u> |
|------------|-------------------------------------|---------------------------------------|--|---|
| 5.02 mills | <u>\$303,894</u>                    | <u>\$(16,505)</u>                     | <u>-0-</u>                                       | <u>\$287,389</u>                        |
| Total      | <u>\$303,894</u>                    | <u>\$(16,505)</u>                     | <u>-0-</u>                                       | <u>\$287,389</u>                        |

**4. State Revenue Sharing Receivable**

The amounts due from the State of Louisiana are as follows:

| <u>Class of Receivable</u> | <u>General<br/>Fund</u> | <u>Capital<br/>Project Fund</u> |
|----------------------------|-------------------------|---------------------------------|
| State Revenue Sharing      | \$ 7,924                |                                 |
| State Grant                |                         | \$ 35,631                       |



**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH  
TIOGA, LOUISIANA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2005  
(CONTINUED)**

**5. BAD DEBTS**

Uncollectible amounts due for customer receivables are recognized as bad debts through the establishment of an allowance account at the time information becomes available which would indicate the uncollectibility of the particular receivable.

**6. CAPITAL ASSETS**

A summary of property and equipment and accumulated depreciation at DECEMBER 31, 2005 follows:

|                                | <b>Property and Equipment</b>     |                   |                  |                                   |
|--------------------------------|-----------------------------------|-------------------|------------------|-----------------------------------|
|                                | <u>Balance</u><br><u>12/31/04</u> | <u>Additions</u>  | <u>Deletions</u> | <u>Balance</u><br><u>12/31/05</u> |
| Furniture & equipment          | \$ 181,383                        | \$ 3,810          |                  | \$ 185,193                        |
| Fixed assets &<br>improvements | 1,345,661                         | 314,136           |                  | 1,659,797                         |
| Land                           | <u>374,220</u>                    |                   |                  | <u>374,220</u>                    |
| Total                          | <u>\$ 1,901,264</u>               | <u>\$ 317,946</u> |                  | <u>\$ 2,219,210</u>               |

|                                | <b>Accumulated Depreciation</b>   |                  |                     |                                   |
|--------------------------------|-----------------------------------|------------------|---------------------|-----------------------------------|
|                                | <u>Balance</u><br><u>12/01/04</u> | <u>Additions</u> | <u>Depreciation</u> | <u>Balance</u><br><u>12/31/05</u> |
| Furniture & equipment          | \$107,345                         | \$12,219         |                     | \$119,564                         |
| Fixed assets &<br>improvements | <u>472,581</u>                    | <u>26,279</u>    |                     | <u>498,860</u>                    |
| Total                          | <u>\$579,926</u>                  | <u>\$ 38,498</u> |                     | <u>\$618,424</u>                  |

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH  
TIOGA, LOUISIANA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2005  
(CONTINUED)**

**9. LONG TERM DEBT**

The Ward 10 Recreation District of Rapides Parish had the following certificates of indebtedness outstanding at December 31, 2005:

The District issued Certificates of Indebtedness, Series 1996 to Security First National Bank of Alexandria, Louisiana in the amount of \$500,000 on July 1, 1996. Payments of principal are due March 1 of each year and payments of interest are due March 1 and September 1 of each year. Principal and interest payments begin March 1, 1997 and end March 1, 2006. The interest rate on the Certificate of Indebtedness is 4.79%.

|                      |                  |
|----------------------|------------------|
| Total long term debt | <u>\$ 60,000</u> |
|----------------------|------------------|

The District also issued Certificates of Indebtedness, Series 2005 to J.P. Morgan Chase Bank of Alexandria, Louisiana in the amount of \$450,000 on April 12, 2005. Payments of principal are due March 1 of each year and payments of interest are due March 1 and September 1 of each year. Principal and interest payments begin September 1, 2005 and end March 1, 2015. The interest rate on the Certificate of Indebtedness is 3.59%.

|                      |                   |
|----------------------|-------------------|
| Total long term debt | <u>\$ 450,000</u> |
|----------------------|-------------------|

All principal and interest requirements are funded in accordance with Louisiana Law by the annual ad valorem tax levy on taxable property within the parish. The certificates of indebtedness are due as follows:

| Year ending December 31, | Principal<br><u>Payments</u> | Interest<br><u>Payments</u> | <u>Total</u> |
|--------------------------|------------------------------|-----------------------------|--------------|
| 2006                     | 95,000                       | 16,964                      | 111,964      |
| 2007                     | 40,000                       | 14,180                      | 54,180       |
| 2008                     | 40,000                       | 12,745                      | 52,745       |
| 2009                     | 40,000                       | 11,308                      | 51,308       |
| 2010                     | 45,000                       | 9,783                       | 54,783       |

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH  
TIOGA, LOUISIANA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2005  
(CONTINUED)**

**9. LONG TERM DEBT (cont'd)**

| Year ending December 31, | Principal<br><u>Payments</u> | Interest<br><u>Payments</u> | <u>Total</u>     |
|--------------------------|------------------------------|-----------------------------|------------------|
| 2011                     | 45,000                       | 8,167                       | 53,167           |
| 2012                     | 50,000                       | 6,462                       | 56,462           |
| 2013                     | 50,000                       | 4,667                       | 54,667           |
| 2014                     | 50,000                       | 2,872                       | 52,872           |
| 2015                     | <u>55,000</u>                | <u>987</u>                  | <u>55,987</u>    |
| Total                    | <u>\$510,000</u>             | <u>\$88,135</u>             | <u>\$598,135</u> |

# WARD 10 RECREATION DISTRICT OF RAPIDES PARISH

Tioga, Louisiana

## STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

### BUDGET AND ACTUAL - GENERAL FUND

For the year ended December 31, 2005

|                                   | <u>BUDGETED AMOUNTS</u> |                    | <u>ACTUAL</u>      | <u>VARIANCE<br/>FAVORABLE<br/>(UNFAVORABLE)</u> |
|-----------------------------------|-------------------------|--------------------|--------------------|---|
|                                   | <u>ORIGINAL</u>         | <u>FINAL</u>       |                    |   |
| <b><u>REVENUES</u></b>            |                         |                    |                    |   |
| Ad valorem tax                    | \$ 297,043              | \$ 268,628         | \$ 322,857         | \$ 54,229                                       |
| State revenue sharing             | 11,755                  | 11,868             | 11,868             | -0-   |
| Interest                          | 1,500                   | 14,129             | 3,067              | (11,062)  |
| Contributions                     | -0-                     | -0-                | 513                | 513   |
| Field use fees                    | 2,000                   | 8,087              | 8,086              | (1)   |
| Miscellaneous                     | <u>1,100</u>            | <u>-0-</u>         | <u>18,599</u>      | <u>18,599</u>                                   |
| <br>Total Revenues                | <br><u>313,398</u>      | <br><u>302,712</u> | <br><u>364,990</u> | <br><u>62,278</u>                               |
| <b><u>EXPENDITURES</u></b>        |                         |                    |                    |   |
| <b>CURRENT-General Government</b> |                         |                    |                    |   |
| Salaries and Wages                | 42,539                  | 35,417             | 35,417             | -0-   |
| Per diem paid commissioners       | 1,080                   | 460                | 460                | -0-   |
| Auto & truck                      | 1,800                   | 1,937              | 322                | 1,615   |
| Insurance                         | 5,000                   | 17,118             | 17,118             | -0-   |
| Utilities                         | 26,400                  | 32,877             | 35,587             | (2,710)   |
| Professional services             | 25,000                  | 28,762             | 28,761             | 1   |
| Maint. & operation of:            |                         |                    |                    |   |
| Machinery & equipment             | 3,000                   | 7,493              | 9,209              | (1,716)   |
| Recreational facilities           | 25,000                  | 36,943             | 39,217             | (2,274)   |
| Office supplies                   | 1,000                   | 2,317              | 3,972              | (1,655)   |
| Payroll taxes                     | 1,775                   | 8,095              | 8,095              | -0-   |
| Advertising                       | 1,000                   | 728                | 728                | -0-   |
| Miscellaneous                     | 1,618                   | 1,934              | 195                | 1,739   |
| Deduction from ad valorem tax     |                         |                    |                    |   |
| for tax assessor                  | <u>7,000</u>            | <u>9,039</u>       | <u>9,039</u>       | <u>-0-</u>                                      |
| Total Current Expenditures        | <u>142,212</u>          | <u>183,120</u>     | <u>188,120</u>     | <u>(5,000)</u>                                  |
| <br><b>CAPITAL OUTLAY</b>         | <br><u>-0-</u>          | <br><u>3,810</u>   | <br><u>3,810</u>   | <br><u>-0-</u>                                  |
| Total Expenditures                | <u>142,212</u>          | <u>186,930</u>     | <u>191,930</u>     | <u>(5,000)</u>                                  |

(Continued)

The accompanying notes are an integral part of this financial statement.

# WARD 10 RECREATION DISTRICT OF RAPIDES PARISH

Tioga, Louisiana

## STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - GENERAL FUND

For the year ended December 31, 2005

(CONTINUED)

|   | <u>BUDGETED AMOUNTS</u> |                   | <u>ACTUAL</u>     | <u>VARIANCE<br/>FAVORABLE<br/>(UNFAVORABLE)</u> |
|---|-------------------------|-------------------|-------------------|---|
|   | <u>ORIGINAL</u>         | <u>FINAL</u>      |                   |   |
| <b>EXCESS OF REVENUES OVER<br/>(UNDER) EXPENDITURES</b>                       | 171,186                 | 115,782           | 173,060           | 57,278  |
| <b>OTHER FINANCING SOURCES</b>  |                         |                   |                   |   |
| Operating Transfer in   | -0-                     | -0-               | -0-               | -0-   |
| Operating Transfers out   | <u>(62,053)</u>         | <u>(62,053)</u>   | <u>(60,922)</u>   | <u>1,131</u>                                    |
| Total Other Financing Sources   | <u>(62,053)</u>         | <u>(62,053)</u>   | <u>(60,922)</u>   | <u>1,131</u>                                    |
| <b>EXCESS OF REVENUES AND<br/>OTHER SOURCES OVER (UNDER)<br/>EXPENDITURES</b> | 109,133                 | 53,729            | 112,138           | 58,409  |
| <b>FUND BALANCE, BEGINNING,</b>   | <u>285,916</u>          | <u>285,916</u>    | <u>285,916</u>    | <u>-0-</u>                                      |
| <b>FUND BALANCE, ENDING</b>   | <u>\$ 395,049</u>       | <u>\$ 339,645</u> | <u>\$ 398,054</u> | <u>\$ 58,409</u>                                |

The accompanying notes are integral part of this financial statement.

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH  
TIOGA, LOUISIANA**

**OTHER REPORTS REQUIRED BY  
GOVERNMENT AUDITING STANDARDS**

The following pages contain the report on internal control structure and compliance with laws and regulations required by Government Auditing Standards issued by the Comptroller General of the United States. The paragraph on internal control structure is based solely on the audit of the general purpose financial statements and includes where appropriate, any reportable conditions and/or material weaknesses. The paragraph on compliance with laws and regulations is, likewise, based solely on the audit of the general purpose financial statements and presents, where applicable, compliance matters that would be material to the general purpose financial statements.



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## DAUZAT, BEALL & DEBEVEC, CPAs

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A PROFESSIONAL CORPORATION

### REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Board of Commissioners  
Ward 10 Recreation District of Rapides Parish  
Tioga, Louisiana

We have audited the financial statements of the governmental activities and each major fund, of Ward 10 Recreation District of Rapides Parish, as of and for the year ended December 31, 2005 which collectively comprise the Ward 10 Recreation District of Rapides Parish's basic financial statements and have issued our report thereon dated July 27, 2006. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

#### Internal Control Over Financial Reporting

In planning and performing our audit, we considered Ward 10 Recreation District of Rapides Parish's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide an opinion on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect Ward 10 Recreation District of Rapides Parish's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in the accompanying schedule of findings and questioned costs as items 05-1 and 05-2.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, of the reportable conditions described above, we consider items 05-1 and 05-2 to be material weaknesses.

### Compliance

As part of obtaining reasonable assurance about whether Ward 10 Recreation District of Rapides Parish's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under Government Auditing Standards which are described in the accompanying schedule of findings and questioned costs as items 05-1 and 05-2.

This report is intended for the information of the Ward 10 Recreation District of Rapides Parish, Management, Rapides Parish Police Jury and others with the organization and is not intended to be and should not be used by anyone other than these specified parties.

Respectfully Submitted,

A handwritten signature in black ink, appearing to read "David Beall". The signature is fluid and cursive, with a large initial "D" and a stylized "B".

Dauzat, Beall & Debevec, CPA's, APC  
Alexandria, Louisiana  
July 27, 2006



**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH**  
**Tioga, Louisiana**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the Year Ended December 31, 2005**

We have audited the financial statements of the Ward 10 Recreation District of Rapides Parish as of December 31, 2005 and have issued our report thereon dated July 27, 2006. We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our audit of the financial statements as of and for the year ended December 31, 2005 resulted in an qualified opinion.

**Section 1-Summary of Auditors' Reports**

a. Report on Internal Control and Compliance Material to the Financial Statements

Internal control

Material Weaknesses ☒ Yes \_\_\_ No      Reportable Conditions ☒ Yes \_\_\_ No

Compliance

Non Compliance Material to Financial Statements \_\_\_ Yes ☒ No

**Section II-Financial Statement Findings**

None

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH**  
**Tioga, Louisiana**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the Year Ended December 31, 2005**

**Section III-Findings and Questioned Costs**

**05-1 Invoice Missing**

Condition: We found missing invoice backup for items purchased from January 2005 thru June 2005.

Criteria: The organization is required to maintain records of all items that are purchased or otherwise acquired, and for which such entity is accountable. The records shall include information as to the date of purchase and cost.

Effect: Ward 10's funds could be misappropriated or improperly accounted for.

Questioned Costs: None.

Recommendation: All invoices should be stored and properly protected from loss.

**05-2 Payroll Tax Payments**

Condition: The 941 tax payments were not sent to the Internal Revenue Service in a timely fashion.

Criteria: The 941 payments are due by the 15th of the month following the month from which they are withheld.

Effect: The organization will have to pay penalties.

Questioned Costs: None.

Recommendation: All required payments should be made in a timely fashion.

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH  
Tioga, Louisiana**

**Summary Schedule of Prior Audit Findings  
For the Year Ended December 31, 2004**

| <u>Ref No.</u>    | <u>Fiscal Year<br/>Finding<br/>Initially<br/>Occurred</u> | <u>Description of Finding</u> | <u>Planned Corrective<br/>Corrective<br/>Action Taken<br/>(Yes, No, Partially)</u> | <u>Action/ Partial<br/>Corrective<br/>Action Taken</u> | <u>Additional<br/>Explanation</u> |
|-------------------|---|-------------------------------|--|--|-----------------------------------|
| <u>N/A</u>        | <u>          </u>   | <u>None</u>                   | <u>N/A</u>   | <u>N/A</u>   | <u>          </u>                 |
| <u>          </u> | <u>          </u>   | <u>          </u>             | <u>          </u>  | <u>          </u>                                      | <u>          </u>                 |
| <u>          </u> | <u>          </u>   | <u>          </u>             | <u>          </u>  | <u>          </u>                                      | <u>          </u>                 |
| <u>          </u> | <u>          </u>   | <u>          </u>             | <u>          </u>  | <u>          </u>                                      | <u>          </u>                 |
| <u>          </u> | <u>          </u>   | <u>          </u>             | <u>          </u>  | <u>          </u>                                      | <u>          </u>                 |
| <u>          </u> | <u>          </u>   | <u>          </u>             | <u>          </u>  | <u>          </u>                                      | <u>          </u>                 |
| <u>          </u> | <u>          </u>   | <u>          </u>             | <u>          </u>  | <u>          </u>                                      | <u>          </u>                 |

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH  
Tioga, Louisiana**

**Corrective Action Plan for Current Year Audit  
Findings For the Year Ended December 31, 2005**

Auditor Ref. Number<sup>4</sup>

05-1 Invoices will be maintained for all purchases.

05-2 Payroll tax payments will be made by their respective due dates.

Name of Contact Person: Mrs. Renee Melder, Treasurer  
(318)641-6888

Date: July 27, 2006